

✓ 1932

CANADIAN POWER AND PAPER INVESTMENTS, LIMITED

355 ST. JAMES STREET West
MONTREAL
CANADA

March 13th, 1933.

To the Shareholders:

Your directors present herewith report covering the operations of your Company for the year ending December 31st, 1932.

The Revenues for the year were \$209,548.70, compared with \$336,941.81 the previous year, the reduction in revenue being due to the non-payment of interest and dividends on some of the securities held by your Company.

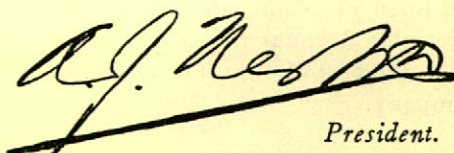
The past year has been an exceedingly difficult one due to the tremendous depreciation in market value that has taken place in nearly all classes of securities in Canada and the United States. Your Company took a loss on sales of securities during the year of \$298,395., which was charged to Surplus Account.

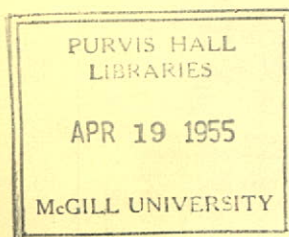
During the year your Company reduced its Bank Loans by \$618,000. Operating expenses were also reduced from \$23,720. in 1931 to \$7,928.35 in 1932.

The continued decline in security values has had its effect on the value of investments held by your Company, made up of Bonds and Preferred and Common Stocks of Public Utility and Industrial Companies in Canada and the United States. Your directors are hopeful that there will be an improvement in market conditions during 1933 which should result in appreciation in the value of the securities held by your Company.

The books and accounts of your Company have been audited by Messrs. P. S. Ross & Sons, Chartered Accountants, whose certificate is attached.

Respectfully submitted on behalf of the Board,


President.



CANADIAN POWER AND PAPER INVESTMENTS, LIMITED

Profit and Loss and Surplus Account

For the Year ending December 31st, 1932

Balance at Credit 31st December 1931.....		\$559,451.31
DEDUCT adjustment pertaining to the year 1931.....		80.87
Gross Revenue for the Year ended 31st December 1932.....	\$209,548.70	\$559,370.44
DEDUCT Expenses.....	7,928.35	201,620.35
		\$760,990.79
DEDUCT:		
Loss on Sale of Investments.....	\$298,395.49	
Interest on:		
Loans.....	103,526.63	
Debentures.....	\$120,000.00	
Exchange on Debenture Interest.....	18,884.99	138,884.99
		540,807.11
Balance at Credit 31st December 1932.....		
		\$220,183.68

Auditors' Certificate

CANADIAN POWER AND PAPER INVESTMENTS, LIMITED,
Montreal.

We have audited the books of the Canadian Power and Paper Investments, Limited, for the year ended 31st December, 1932, and have obtained all the information and explanations which we have required.

We certify that, in our opinion, the attached Balance Sheet at 31st December, 1932, is drawn up so as to set forth a true and correct view of the financial position of the Company at that date, and that the Surplus Account reflects the results from operations for the year ended the same date, according to the best of our information, the explanations given to us and as shown by the books of the Company.

(Signed) P. S. ROSS & SONS,
Chartered Accountants.

MONTREAL, QUE., 4th March 1933.

CANADIAN POWER AND PAPER INVESTMENTS, LIMITED

Balance Sheet *as at Decemler 31st, 1932*

ASSETS

	1932	1931
Cash at Bank	\$ 9,013.24	\$ 6,621.23
Accounts Receivable	33,070.00	
*Investments	7,241,703.53	8,203,268.94
Accrued Revenue on Investments	38,255.20	63,317.66
Prepaid Charges	698.42	783.10
	<u>\$7,322,740.39</u>	<u>\$8,273,990.93</u>

*The Aggregate Value of these Investments based on available Stock Exchange prices or in the absence thereof estimated fair values at 31st December 1932 was \$2,875,040.00.

LIABILITIES

	1932	1931
Call Loans	\$1,193,790.00	\$1,812,282.84
(Investments pledged as Collateral having an aggregate value, based on available Stock Exchange prices or in the absence thereof estimated fair values, at 31st December 1932 of \$1,629,686.65.)		
Accounts Payable and Accrued Liabilities	8,766.71	2,256.78
Accrued Interest on Debentures payable in U.S. Dollars	50,000.00	50,000.00
Five Per Cent Thirty-Year Debentures Series "A" due 1st February, 1958—		
Issued	\$2,500,000.00	
Purchased and Cancelled	100,000.00	
	<u>\$2,400,000.00</u>	<u>2,400,000.00</u>
xFive Per Cent Cumulative Convertible Preferred Stock—		
Authorized—100,000 Shares \$50. each	\$5,000,000.00	
Issued — 50,000 Shares \$50. each	<u>2,500,000.00</u>	<u>2,500,000.00</u>
(Dividends in arrears since 1st November 1931.)		
xRedeemable in whole or in part, at any time after 1st January 1934 on 60 days' notice, at \$52.50 per share, plus accrued and unpaid dividends to date of redemption.		
Common Stock—		
Authorized—250,000 Shares of No Par Value.		
Issued — 100,000 Shares of No Par Value	950,000.00	950,000.00
Surplus	220,183.68	559,451.31
	<u>\$7,322,740.39</u>	<u>\$8,273,990.93</u>

Approved on behalf of the Board:

A. J. NESBITT
M. A. THOMSON } Directors.

CANADIAN POWER AND PAPER
INVESTMENTS LIMITED

Annual Report

For the Year ending December 31st, 1932

OFFICERS

President

A. J. NESBITT, Montreal

Vice-President

P. A. THOMSON, Montreal

Directors

J. S. AIRD Montreal
A. J. NESBITT Montreal
M. A. THOMSON Montreal
P. A. THOMSON Montreal

Secretary

L. C. HASKELL

Treasurer

CHAS. JOHNSTONE

Assistant Secretary

V. J. NIXON

Assistant Treasurer

F. D. LAMONT

Fiscal Agents

NESBITT, THOMSON & COMPANY, LIMITED

Auditors

P. S. ROSS & SONS

Head Office:

355 ST. JAMES STREET WEST
MONTREAL
CANADA